

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 3903 - HB 3795**

February 4, 2010

**SUMMARY OF BILL:** Defines penalties for violations concerning employers' experience rating for purposes of calculating unemployment compensation premiums. Under current law, a penalty rate of two percent of the taxable payroll for each quarter, beginning on the date of the infraction and continuing throughout the three premium rate years following the first July 1 after the date on which the Department of Labor and Workforce Development made the determination of the infraction. This bill deletes "July 1" and replaces it with "January 1."

**ESTIMATED FISCAL IMPACT:**

**MINIMAL**

Assumptions:

- Premium rate year is defined by Tenn. Code Ann § 50-7-403(k)(2) as the period of time beginning July 1 of any year and ending on June 30 of the succeeding year.
- According to the Department of Labor and Workforce Development, this bill would have no impact on the premium rate years. There would be no fiscal impact on state government.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script, reading "James W. White".

James W. White, Executive Director

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